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#### BEFORE

## THE PUBLIC SERVICE COMMISSION OF

#### SOUTH CAROLINA

DOCKET NO. 95-1163-C - ORDER NO. 96-56L

JANUARY 23, 1996

IN RE: Application of Intelicom International ) ORDER
Corp. for a Certificate of Public ) APPROVING
Convenience and Necessity to Operate as a Reseller of Telecommunications Services ) within the State of South Carolina. )

This matter comes before the Public Service Commission of South Carolina (the Commission) by way of the Application of Intelicom International Corp. (Intelicom or the Company) requesting a Certificate of Public Convenience and Necessity authorizing it to operate as a reseller of intrastate interexchange telecommunications services in the State of South Carolina. The Company's Application was filed pursuant to S.C. Code Ann. \$58-9-280 (Supp. 1995) and the Regulations of the Public Service Commission of South Carolina.

The Commission's Executive Director instructed Intelicom to publish, one time, a prepared Notice of Filing in newspapers of general circulation in the affected areas. The purpose of the Notice of Filing was to inform interested parties of Intelicom's Application and of the manner and time in which to file the appropriate pleadings for participation in the proceeding. Intelicom complied with this instruction and provided the

Commission with proof of publication of the Notice of Filing.

A hearing was commenced on January 4, 1996, at 10:30 a.m., in the Commission's Hearing Room. The Honorable Rudolph Mitchell, Chairman, presided. Intelicom was not represented by counsel. Florence P. Belser, Staff Counsel, represented the Commission Staff.

David Spezza, President and Chief Financial Officer of
Intelicom, appeared and offered testimony in support of Intelicom's
Application. The record reveals that Intelicom is a Florida
corporation which is registered to do business in South Carolina as
a foreign corporation. According to Mr. Spezza, Intelicom proposes
to offer long distance services using resold transmission services
of AllNet and WilTel or of other carriers certificated to carry
traffic in South Carolina. Mr. Spezza explained the Company's
request for authority to provide interexchange telecommunications
services in South Carolina as a reseller. He further explained the
Company's services, operations and marketing procedures.

Mr. Spezza also offered that Intelicom possesses the technical, financial and managerial abilities to provide its services in South Carolina. Mr. Spezza also stated for the record that the Company would make certain changes to its proposed tariff to comply with Commission guidelines and prior Orders.

After full consideration of the applicable law, the Company's Application, and the record from the hearing, the Commission hereby issues its findings of fact and conclusions of law:

## FINDINGS OF FACT

- 1. Intelicom is incorporated under the laws of the state of Florida and is licensed to do business as a foreign corporation in the State of South Carolina by the Secretary of State.
- 2. Intelicom operates as a non-facilities based reseller of interexchange services and wishes to provide its services in South Carolina.
- 3. Intelicom has the experience, capability, and financial resources to provide the services as described in its Application.

### CONCLUSIONS OF LAW

- 1. Based on the above findings of fact, the Commission determines that a Certificate of Public Convenience and Necessity should be granted to Intelicom to provide intrastate interLATA service and to originate and terminate toll traffic within the same LATA, as set forth herein, through the resale of intrastate Wide Area Telecommunications Services (WATS), Message Telecommunications Service (MTS), Foreign Exchange Service, Private Line Service, or any other services authorized for resale by tariffs of carriers approved by the Commission.
- 2. The Commission adopts a rate design for Intelicom for its resale services which includes only maximum rate levels for each tariff charge. A rate structure incorporating maximum rate levels with the flexibility for adjustment below the maximum rate levels has been previously adopted by the Commission. In Re: Application of GTE Sprint Communications Corporation, etc., Order no. 84-622, issued in Docket No. 84-10-C (August 2, 1984).

- Intelicom shall not adjust its rates below the approved 3. maximum level without notice to the Commission and to the public. Intelicom shall file its proposed rate changes, publish its notice of such changes, and file affidavits of publication with the Commission two weeks prior to the effective date of the changes. However, the public notice requirement is waived, and therefore not required, for reductions below the maximum cap in instances which do not affect the general body of subscribers or do not constitute a general rate reduction. In Re: Application of GTE Sprint Communications, etc., Order No 93-638, issued in Docket No. 84-10-C (July 16, 1993). Any proposed increase in the maximum rate level reflected in the tariff which would be applicable to the general body of the Company's subscribers shall constitute a general ratemaking proceeding and will be treated in accordance with the notice and hearing provisions of S.C. Code Ann. \$58-9-540(Supp. 1995).
- 4. Intelicom shall file its revised maximum tariff and an accompanying price list within thirty (30) days of the date of this Order. The revised tariff shall be consistent with the findings of this Order and shall be consistent with the Commission's Rules and Regulations.
- 5. Intelicom is subject to access charges pursuant to Commission Order No. 86-584, in which the Commission determined that for access purposes resellers should be treated similarly to facilities-based interexchange carriers.
  - 6. With regard to the Company's resale of service, an

end-user should be able to access another interexchange carrier or operator service provider if the end-user so desires.

- 7. Intelicom shall resell the services of only those interexchange carriers or LECs authorized to do business in South Carolina by this Commission. If Intelicom changes underlying carriers, it shall notify the Commission in writing.
- With regard to the origination and termination of toll calls within the same LATA, Intelicom shall comply with the terms of Order No. 93-462, Order Approving Stipulation and Agreement, in Docket Nos. 92-182-C, 92-183-C, and 92-200-C (June 3, 1993).
- Intelicom shall file surveillance reports on a calendar or fiscal year basis with the Commission as required by Order No. 88-178 in Docket No. 87-483-C. The proper form for these reports is indicated on Attachment A.
- This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

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ATTEST:

(SEAL)

# ANNUAL INFORMATION ON SOUTH CAROLINA OPERATIONS FOR INTEREXCHANGE COMPANIES AND AOS'S

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	FEI NO.		
ADDI	DRESS		
CIT	TY, STATE, ZIP CODE	PHONE NUMBER	
(1)	) SOUTH CAROLINA OPERATING REVENUES FOR DECEMBER 31 OR FISCAL YEAR ENDING	R THE 12 MONTHS ENDING	•
(2)	) SOUTH CAROLINA OPERATING EXPENSES FOR DECEMBER 31 OR FISCAL YEAR ENDING	R THE 12 MONTHS ENDING	•
(3)	) RATE BASE INVESTMENT IN SOUTH CAROLIN. MONTHS ENDING DECEMBER 31 OR FISCAL Y	NA OPERATIONS* FOR 12 YEAR ENDING	•
*	THIS WOULD INCLUDE GROSS PLANT, ACCUMATERIALS AND SUPPLIES, CASH WORKING WORK IN PROGRESS, ACCUMULATED DEFERM CONTRIBUTIONS IN AID OF CONSTRUCTION	G CAPITAL, CONSTRUCTION RED INCOME TAX.	•
(4)	) PARENT'S CAPITAL STRUCTURE* AT DECEMBER ENDING	BER 31 OR FISCAL YEAR	
*	THIS WOULD INCLUDE ALL LONG TERM DEB' PAYABLE), PREFERRED STOCK AND COMMON	BT (NOT THE CURRENT PORT	rion
(5)	) PARENT'S EMBEDDED COST PERCENTAGE (%) EMBEDDED COST PERCENTAGE (%) FOR PREFIDECEMBER 31 OR FISCAL YEAR ENDING	FOR LONG TERM DEBT ANI ERRED STOCK AT YEAR ENI	O DING •
(6)	) ALL DETAILS ON THE ALLOCATION METHOD IN AMOUNT OF EXPENSES ALLOCATED TO SOUTH WELL AS METHOD OF ALLOCATION OF COMPAN (SEE #3 ABOVE).	I CAROLINA OPERATIONS AS	SENT
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